of administrative actions issued, taken, or continued in effect pursuant thereto, relating to the administration of section 38(e).

Sec. 4. This order shall be effective as of midnight between August 20, 2001, and August 21, 2001, eastern daylight time.

George W. Bush

The White House, August 17, 2001.

[Filed with the Office of the Federal Register, 8:45 a.m., August 21, 2001]

NOTE: This Executive order was published in the *Federal Register* on August 22. This item was not received in time for publication in the appropriate issue.

The President's Radio Address

August 18, 2001

Good morning. This month, in my travels around the country, I am talking about values that make communities strong and our Nation unique. One of those essential American values is compassion.

A little more than a week ago, I visited a Habitat for Humanity building site, where volunteers were helping a family find the dignity of owning a home. Every community offers its own examples of service: shelters for battered women and children; crisis pregnancy centers; treatment for drug addiction; care for the homeless; hope for those in prison, and their families. The groups behind these caring efforts have advantages Government social programs often can't match: the idealism of volunteers and intimate knowledge of the communities they serve and values stronger than the problems they face.

A compassionate Government should find ways to support their good works. Unfortunately, Government often treats charities and community groups as rivals instead of partners. And this week came some new evidence. Soon after I took office, I instructed my Office of Faith-Based and Community Initiatives to examine Federal rules and regulations for discrimination against community and faith-based groups. Five Cabinet agencies now have issued their findings. Their report, entitled, "Unlevel Playing Field," documents a Government bias against faith- and

community-based organizations, a bias that exists even when constitutional concerns about church and state have been addressed.

Government administrators restrict religious groups from even applying for funding simply because they are religious. They place artificial limits on what programs and how much funding faith-based groups can apply for. In some cases, they restrict civil rights these faith-based and community-based groups enjoy under Federal law. This is wrong.

Next Wednesday will mark the fifth anniversary of a bipartisan charitable choice legislation. This law says faith-based organizations should be able to compete for some contracts to provide social services. But even this limited charitable choice law has been almost entirely ignored by many Federal administrators. They've done little to help or require State and local governments to involve faith-based providers, as the law requires. I've appointed advocates in five Cabinet agencies to end this bias, and soon.

My Office of Faith-Based and Community Initiatives is also working closely with groups to help them know their civil rights, know how to effectively apply for funds so their good works can be expanded. We must also broaden charitable choice to more social service areas, removing barriers of discrimination against the participation of faith and community groups. By doing so, we will welcome them to more fully confront the poverty and hopelessness that remain in America.

The House of Representatives took a key step in leveling the playing field by passing my Faith-Based and Community Initiative, which broadens charitable choice and encourages charitable giving. I applaud the bipartisan House vote and urge the Senate to pass that legislation, with the leadership from Senators Joe Lieberman and Rick Santorum. The needs are real. The time to act is as soon as Congress returns to work after Labor Day.

If you agree, let your Senator know if you see him or her during the congressional recess. Faith-based and community groups cannot replace the work of Government, but with Government's help, they can serve many more people. And my administration is committed to providing that help.

Compassion is one of the values that builds communities of character, because every community of character must be a community of service.

Thank you for listening.

NOTE: The address was recorded at 9:45 a.m. on August 16 at the Bush Ranch in Crawford, TX, for broadcast at 10:06 a.m. on August 18. The transcript was made available by the Office of the Press Secretary on August 17 but was embargoed for release until the broadcast. The Office of the Press Secretary also released a Spanish language transcript of this address.

Letter to Congressional Leaders Transmitting a Report on the Korean Peninsula Energy Development Organization

August 14, 2001

I transmit herewith the semiannual report required under the heading "International Organizations and Programs" in title IV of the Foreign Operations Appropriations Act, 1996 (Public Law 104–107), relating to the Korean Peninsula Energy Development Organization (KEDO).

Sincerely,

George W. Bush

NOTE: Identical letters were sent to Robert C. Byrd, chairman, and Ted Stevens, ranking member, Senate Committee on Appropriations, and C.W. Bill Young, chairman, and David R. Obey, ranking member, House Committee on Appropriations. This letter was released by the Office of the Press Secretary on August 20.

Letter to Congressional Leaders on Continuation of Export Control Regulations

August 17, 2001

Dear Mr. Speaker: (Dear Mr. President:)

Pursuant to section 204(b) of the International Emergency Economic Powers Act, 50 U.S.C. 1703(b), I hereby report to the Congress that I have today exercised the authority granted by this Act to continue in effect the system of controls contained in 15 C.F.R. Parts 730–774, including restrictions

on participation by U.S. persons in certain foreign boycott activities, that heretofore has been maintained under the authority of the Export Administration Act of 1979 (EAA), as amended, 50 U.S.C. App. 2401 *et seq.* In addition, I have made provision for the administration of section 38(e) of the Arms Export Control Act, 22 U.S.C. 2778(e).

The exercise of this authority is necessitated by the expiration of the EAA on August 20, 2001, and the lapse in the system of controls maintained under that Act that would result from such expiration.

In the absence of controls, foreign parties would have unrestricted access to U.S. commercial products, technology, and assistance, posing an unusual and extraordinary threat to national security, foreign policy, and economic objectives critical to the United States. In addition, U.S. persons would not be prohibited from complying with certain foreign boycott requests. This would seriously harm our foreign policy interests, particularly in the Middle East.

Controls established in 15 C.F.R. Parts 730–774, and continued by this action, include the following:

- National security export controls restricting the export of goods and technologies that would make a significant contribution to the military potential of certain other countries and that would prove detrimental to the national security of the United States.
- Foreign policy controls that further the foreign policy objectives of the United States or fulfill its declared international obligations in such widely recognized areas as human rights, antiterrorism, regional stability, missile technology nonproliferation, and chemical and biological weapons nonproliferation.
- Nuclear nonproliferation controls that are maintained for both national security and foreign policy reasons and that support the objectives of the Nuclear Nonproliferation Act.
- Short supply controls that protect domestic supplies, and antiboycott regulations that prohibit compliance with foreign boycotts aimed at countries friendly to the United States.